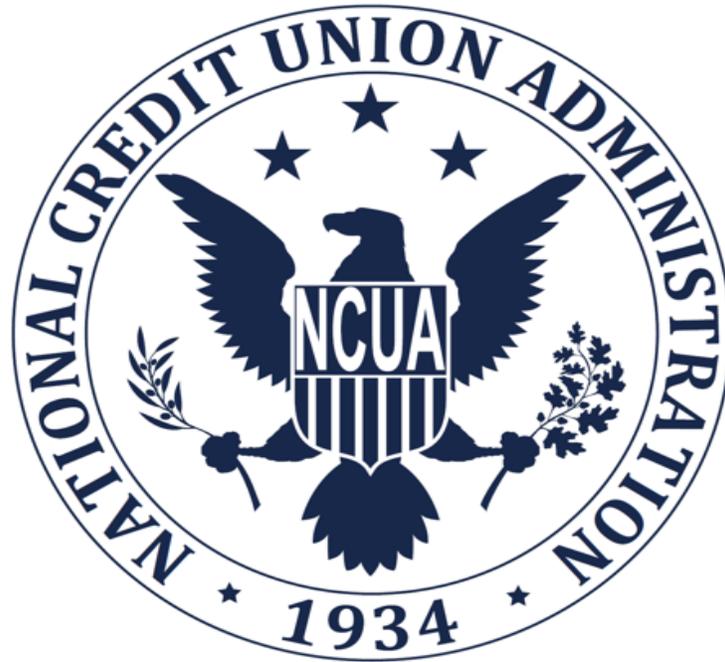


# **NATIONAL CREDIT UNION SHARE INSURANCE FUND**



## **PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS**

**August 31, 2021**

A handwritten signature in black ink, appearing to read "E. Schied", is positioned above the name of the Chief Financial Officer.

**EUGENE H. SCHIED  
CHIEF FINANCIAL OFFICER**

**NATIONAL CREDIT UNION ADMINISTRATION  
SHARE INSURANCE FUND  
MANAGEMENT OVERVIEW  
August 31, 2021**

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**Balance Sheets**

Receivables from Asset Management Estates Net is \$307.2 million; \$1.8 million is for natural person credit unions, and \$305.4 million is for corporate credit unions.

Insurance and Guarantee Program Liabilities related to Reserves are \$161.1 million; \$9.1 million is for specific reserves for natural person credit unions, and \$152.0 million is for general reserves.

**Statements of Net Cost**

For the month ended August 31, 2021, the fund had net income of \$4.2 million. The fund recognized gross revenues of \$20.1 million and total operating expenses of \$15.9 million. The fund recognized an insurance loss reduction of \$17 thousand during the month of August 2021.

**NATIONAL CREDIT UNION ADMINISTRATION  
SHARE INSURANCE FUND  
BALANCE SHEETS  
(Dollars in thousands)**

	<u>August 2021</u>	<u>August 2020</u>
<b>ASSETS</b>		
<b>INTRAGOVERNMENTAL</b>		
Fund Balance with Treasury	\$ 35,237	\$ 13,316
Investments, Net - U.S. Treasury Securities	19,472,831	17,454,970
Accrued Interest Receivable - Investments	65,779	61,843
Accounts Receivable - Due from the NCUA Operating Fund	2,368	2,991
Note Receivable - Note due from the NCUA Operating Fund	-	4,135
Total Intragovernmental Assets	<u>19,576,215</u>	<u>17,537,255</u>
<b>PUBLIC</b>		
Accounts Receivable - Guarantee Fee on NGNs, Net	-	576
General Property, Plant, and Equipment, Net	15	74
Advances and Prepayments	5,423	1,049
Accounts Receivable - Other	-	2
Receivables from Asset Management Estates (AMEs), Net*	307,193	136,856
Total Public Assets	<u>312,631</u>	<u>138,557</u>
<b>TOTAL ASSETS</b>	<u>\$ 19,888,846</u>	<u>\$ 17,675,812</u>
<b>LIABILITIES</b>		
<b>INTRAGOVERNMENTAL</b>		
Accounts Payable - Due to the NCUA Operating Fund	\$ 99	\$ 97
Total Intragovernmental Liabilities	<u>99</u>	<u>97</u>
<b>PUBLIC</b>		
Accounts Payable	6,286	4,314
Insurance and Guarantee Program Liabilities*	161,068	183,969
Other Liabilities	6,148	593
Total Public Liabilities	<u>173,502</u>	<u>188,876</u>
<b>TOTAL LIABILITIES</b>	<u>173,601</u>	<u>188,973</u>
Commitments and Contingencies		
<b>NET POSITION</b>		
Cumulative Result of Operations	5,031,317	5,227,550
Contributed Capital	14,683,928	12,259,289
Total Net Position	<u>19,715,245</u>	<u>17,486,839</u>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<u>\$ 19,888,846</u>	<u>\$ 17,675,812</u>

\* Receivable from AMEs, Net and Insurance and Guarantee Program Liabilities lines are generally updated quarterly.

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION  
SHARE INSURANCE FUND  
STATEMENTS OF NET COST  
(Dollars in thousands)**

	<u>August 2021</u>	<u>August 2021 YTD</u>	<u>August 2020 YTD</u>
<b>GROSS COSTS</b>			
Operating Expenses*	\$ 15,885	\$ 128,301	\$ 116,340
Provision for Insurance Losses			
Reserve Expense (Reduction)	(17)	(2,869)	54,460
AME Receivable Bad Debt Expense	-	(88,467)	(20,000)
Total Provision for Insurance Losses	<u>(17)</u>	<u>(91,336)</u>	<u>34,460</u>
Other Losses	-	32	63
Total Gross Costs	<u>15,868</u>	<u>36,997</u>	<u>150,863</u>
<b>LESS EXCHANGE REVENUES</b>			
Interest Revenue on Note Receivable from the NCUA			
Operating Fund	-	-	(53)
Guarantee Fee Revenue - NGNs	-	(625)	(6,014)
Other Revenue	<u>(236)</u>	<u>(3,043)</u>	<u>(509)</u>
Total Exchange Revenues	<u>(236)</u>	<u>(3,668)</u>	<u>(6,576)</u>
<b>TOTAL NET COST/(INCOME) OF OPERATIONS</b>	<u>\$ 15,632</u>	<u>\$ 33,329</u>	<u>\$ 144,287</u>
<b>LESS NON-EXCHANGE REVENUES</b>			
Interest Revenue - Investments	<u>(19,850)</u>	<u>(155,506)</u>	<u>(189,722)</u>
Total Non-Exchange Revenues	<u>(19,850)</u>	<u>(155,506)</u>	<u>(189,722)</u>
<b>TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES</b>	<u>\$ (4,218)</u>	<u>\$ (122,177)</u>	<u>\$ (45,435)</u>

\*Share Insurance Fund operating expenses are an allocation of total NCUA operating expenses, as determined by the overhead transfer rate set by the Board of 62.3% and 61.3% for 2021 and 2020, respectively.

The balances in the statement above are preliminary and unaudited.

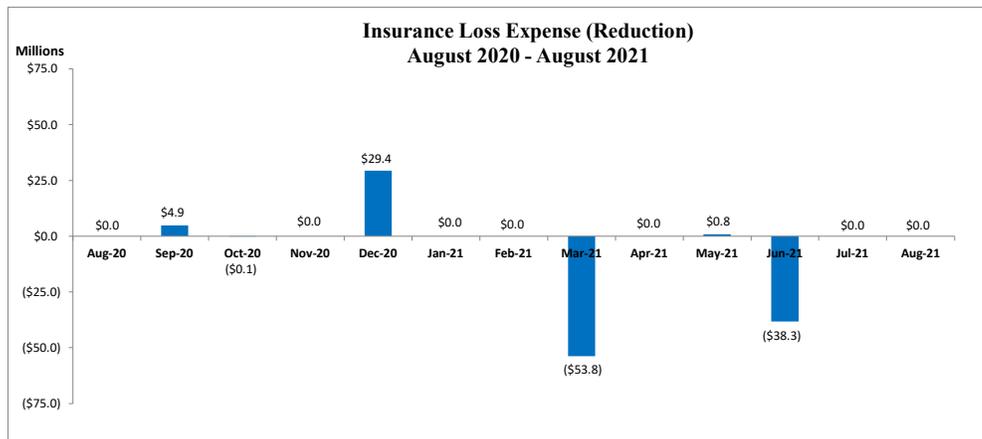
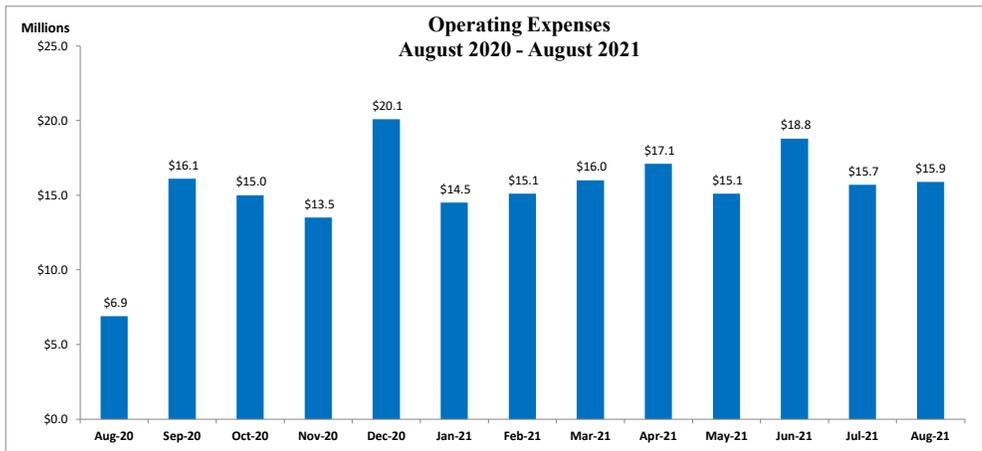
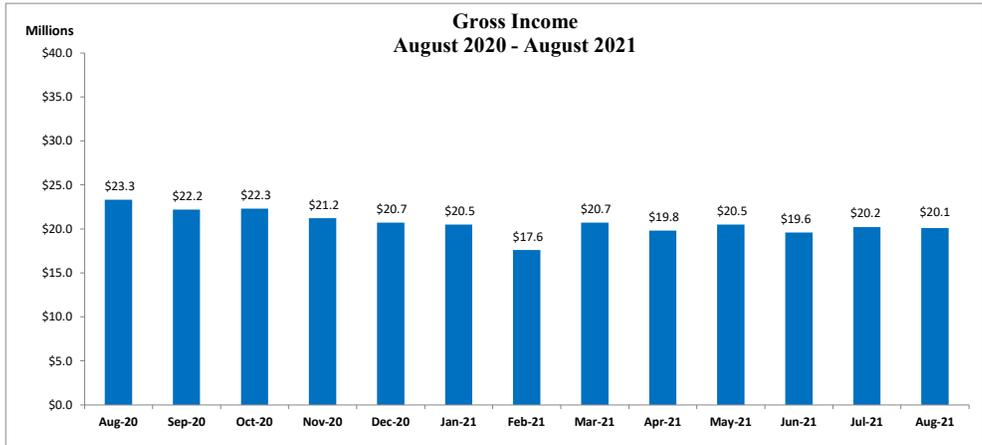
**NATIONAL CREDIT UNION ADMINISTRATION  
SHARE INSURANCE FUND  
STATEMENTS OF CHANGES IN NET POSITION  
(Dollars in thousands)**

	<u>August 2021</u>	<u>August 2020</u>
<b>CUMULATIVE RESULTS OF OPERATIONS</b>		
Beginning Balances	\$ 5,132,167	\$ 4,632,574
<b>BUDGETARY FINANCING SOURCES</b>		
Non-Exchange Revenue		
Interest Revenue - Investments	155,506	189,722
Distribution to Credit Unions	-	-
<b>Total Budgetary Financing Sources</b>	<u>155,506</u>	<u>189,722</u>
<b>OTHER FINANCING SOURCES</b>		
Non-Exchange Revenue		
Net Unrealized Gain/(Loss) - Investments	(223,027)	549,541
<b>Total Other Financing Sources</b>	<u>(223,027)</u>	<u>549,541</u>
<b>Total Financing Sources</b>	<u>(67,521)</u>	<u>739,263</u>
Net Income /(Cost) of Operations	(33,329)	(144,287)
Net Change	(100,850)	594,976
<b>CUMULATIVE RESULTS OF OPERATIONS</b>	<u>5,031,317</u>	<u>5,227,550</u>
<b>CONTRIBUTED CAPITAL</b>		
Beginning Balances	13,810,674	11,967,387
Change in Contributed Capital	873,254	291,902
<b>CONTRIBUTED CAPITAL</b>	<u>14,683,928</u>	<u>12,259,289</u>
<b>NET POSITION</b>	<u>\$ 19,715,245</u>	<u>\$ 17,486,839</u>
<b>NET POSITION BREAKDOWN</b>		
Credit Union Contributed Capital	14,683,928	12,259,289
Retained Earnings	4,743,266	4,633,660
Total Net Position Without Unrealized Gain/ (Loss)	<u>19,427,194</u>	<u>16,892,949</u>
Unrealized Gain/ (Loss) - Investments	288,051	593,890
<b>NET POSITION</b>	<u>\$ 19,715,245</u>	<u>\$ 17,486,839</u>

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION  
 SHARE INSURANCE FUND  
 STATISTICAL INFORMATION  
 August 31, 2021**

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The information provided in the supporting statement above is preliminary and unaudited.

**INVESTMENT PORTFOLIO SUMMARY**

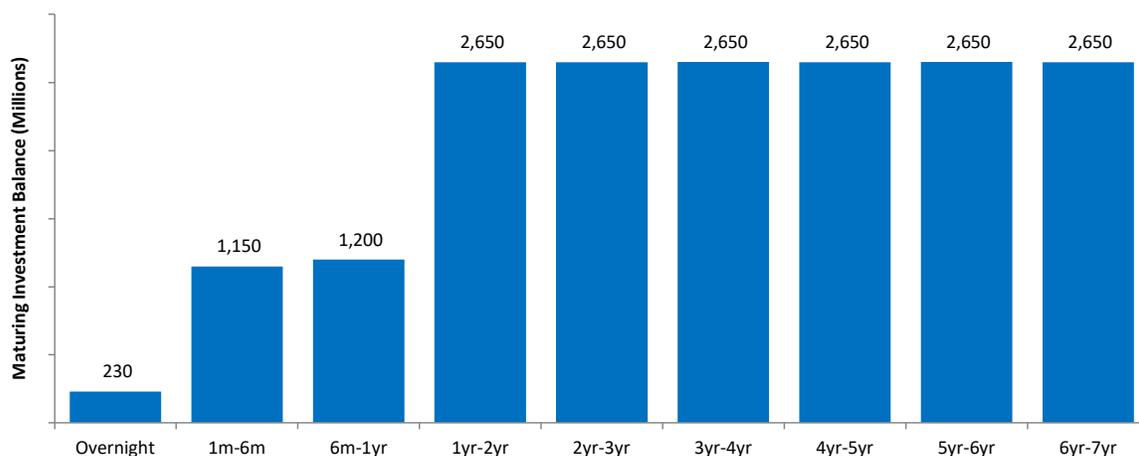
August 31, 2021

<b>I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE (In Dollars)</b>						
	Book Value	Market Value	Unrealized Gain or (Loss)	% Market to Book Value	Weighted Average Yield	
Daily Treasury Account	\$ 229,898,000	\$ 229,898,000	\$ -	100.00%	0.04%	
U.S. Treasury Notes	18,954,882,241	19,242,933,182	288,050,941	101.52%	1.26%	
<b>Total</b>	<b>\$ 19,184,780,241</b>	<b>\$ 19,472,831,182</b>	<b>\$ 288,050,941</b>	<b>101.50%</b>	<b>1.24%</b>	

<b>II. INVESTMENT PORTFOLIO SUMMARY</b>						
	Last Month	Current Month	CY To Date			
Investment Yield	1.24%	1.24%	1.25%			
Investment Income	\$ 19,989,004	\$ 19,849,793	\$ 155,505,940			
Weighted Avg. Maturity in Days	1,211	1,312				

<b>III. MONTHLY ACTIVITY</b>						
Purchased	Type	Amount	Maturity	Yield		
8/16/2021	T - Note	\$ 600,000,000	8/15/2028	1.01%		
8/26/2021	T - Note	\$ 100,000,000	8/15/2026	0.84%		
8/26/2021	T - Note	\$ 100,000,000	8/15/2027	0.97%		
8/26/2021	T - Note	\$ 100,000,000	8/15/2028	1.11%		
8/26/2021	T - Note	\$ 100,000,000	8/15/2025	0.66%		
8/26/2021	T - Note	\$ 100,000,000	8/15/2023	0.22%		
8/26/2021	T - Note	\$ 100,000,000	8/15/2024	0.45%		
<b>TOTAL</b>		<b>\$ 1,200,000,000</b>				

<b>IV. MATURITY SCHEDULE (par value in millions)</b>		
TOTAL	\$	18,480



The information provided in the portfolio summary above is preliminary and unaudited.